

NEVADA GAMING COMMISSION

1919 College Parkway, P.O. Box 8003 Carson City, Nevada 89702 (775) 684-7750

> TONY ALAMO, M.D., Chairman JOHN T. MORAN JR., Member RANDOLPH J. TOWNSEND, Member HON. PHILIP M. PRO (RET.), Member DEBORAH J. FUETSCH. Member

NOTICE

Notice #2018-08 Issuer: Executive Secretary

DATE: FEBRUARY 16, 2018

TO: ALL LICENSEES AND OTHER INTERESTED PERSONS

SUBJECT: 2017-01R: NOTICE OF HEARING FOR CONSIDERATION OF ADOPTION OF

AMENDMENTS TO NEVADA GAMING COMMISSION REGULATIONS 5 AND 25 REGARDING, WITHOUT LIMITATION, OPERATION OF CLUB VENUES, AND

INDEPENDENT AGENTS.

The Nevada Gaming Commission (NGC) will hold a public hearing for the purpose of considering adoption, amendment or repeal of the regulation(s) stated below.

The public hearing will be held on or about the hour of 10:00 a.m. on March 22, 2018 at the following locations:

Gaming Control Board Office
Grant Sawyer Building
Hearing Room 2450
555 East Washington Avenue
Las Vegas, Nevada 89101

and via video conference at the Gaming Control Board Office 1919 College Parkway Carson City, Nevada 89706

For Possible Action:

2017-01R: ADOPTION OF AMENDMENTS TO NEVADA GAMING COMMISSION REGULATION 5 REGARDING, WITHOUT LIMITATION, OPERATION OF CLUB VENUES; DETERMINATION OF QUALIFICATION AS A CLUB VENUE; CLUB HOSTS, PROMOTERS AND EMPLOYEES; REGISTRATION OF INDEPENDENT HOSTS; CLUB VENUE REVOLVING ACCOUNTS

PURPOSE: To give the board chair additional discretion in determining which club venues require regulation as a club venue; to remove club venues which only qualify as club venues for a limited amount of time from regulation as club venues; to specifically delineate certain items constituting consideration; to streamline the definition of "hosting or VIP services;" to change the defined term "independent host or promoter" to "independent host;" to simplify the definition of "independent host;" to clarify requirements pertaining to club venue monitors; to add bartenders and bar backs to the list of club venue employees; to set out certain employees of independent hosts are required to register as gaming employees; to set out employees of independent hosts which process registrations of independent host employees as gaming employees must also register as gaming employees; to clarify the distinction between an independent host and a club venue employee; to clarify who is responsible for compliance with club venue employee requirements; to delete effective dates which have passed: to add training requirements for certain club venue employees concerning assisting emergency medical service providers; to clarify when the registration of an independent host is subject to renewal; to prohibit an independent host from providing services prior to notification of the independent host's registration from the board; to modify the requirements of an independent host registration filing or renewal thereof; to create an objection and appeal process for an independent host registration; to create a cancellation and appeal process for an independent host registration; to suspend the registration of an independent host for failure to pay child support; to specify the commission has the power to call an independent host forward for a finding of suitability; to modify requirements pertaining to the use of an independent hosts' services if the independent host fails to file an application upon being called forward; to modify the reporting requirements regarding independent hosts; to modify who is required to have policies and procedures for club venues; to modify the application of policies and procedures for club venues; to require club venue operators follow a licensee's policies and procedures for club venues; to modify the factors by which the board and commission determine whether club venue operators and licensees have established appropriate policies and procedures for club venues: to grant the board chair discretion in determining the amount required of club venue revolving accounts; to clarify the revolving accounts are used to pay expenses of the board and commission in conducting undercover observations and operations at club venues; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

For Possible Action:

2017-01R: ADOPTION OF AMENDMENTS TO NEVADA GAMING COMMISSION REGULATION 25 REGARDING, WITHOUT LIMITATION, REGISTRATION, SUITABILITY, REPORTING AND RECORDKEEPING REQUIREMENTS PERTAINING TO INDEPENDENT AGENTS

<u>PURPOSE</u>: To add the definitions "chair," "customer incentive," and "theoretical earning potential;" to correct the definition "independent agent;" to delete the definition "preferred guest;" to revise which independent agents are required to register; to require certain items be evidenced in the written agreement between a licensee and an independent agent; to set out when an independent agent must register and when the independent agent must renew its registration; to modify the requirements of an independent agent registration filing or renewal thereof; to create an objection and appeal process for an independent agent registration; to create a cancellation and appeal process for an independent agent registration; to suspend the registration of an independent agents for failure to pay child support; to require independent agents to update their registrations and authorize the board chair to require a new registration based on any updates; to specify certain methods by which an independent agent may and may not be compensated; to set out the effects of an independent agent not filing an application for suitability within a certain amount of time of being called forward; to update and modify licensee required reports and record keeping; to update, modify, and/or delete independent agent reporting requirements; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

The proposed regulation changes will be considered by the Commission in accordance with the provisions of NRS 463.145, which provides that on the date and at the time and place designated, any interested person, or their duly authorized representative, or both, shall be afforded the opportunity to present statements, arguments or contentions in writing, with or without the opportunity to present the same orally.

These items will be heard by the Nevada Gaming Commission at the March 22, 2018 meeting, and may be continued and heard at subsequent meetings of the Nevada Gaming Commission as required to effectuate the above-stated purposes.

The proposed regulation language will be posted on the Nevada Gaming Control Board website "Regulation Activity" page at: http://gaming.nv.gov/index.aspx?page=52. Any questions should be directed to Elijah Tredup at (702) 486-2137 or via email at etredup@qcb.nv.gov.